

ILLINOIS SELF-INSURERS ADVISORY BOARD  
ILLINOIS WORKERS' COMPENSATION COMMISSION  
MEETING MINUTES  
March 21, 2012  
Chicago, IL 10:30 a.m.

Board Attendees: Chairman Mitch Weisz, Alex Alexandrou, Gerald Cooper, David Henwood, Deborah Stafford, David Taylor and via conference call: Brain Baer  
Staff Attendees: Manager Maria Sarli-Dehlin, Jean Cannon, Ron Rascia, and via conference call: Wendy Davidson, Kevin Leach

Chairman Weisz called the meeting to order at 10:45 a.m. A previously prepared and posted agenda was distributed, a copy of which is attached.

I. Minutes

Upon motion by Gerald Cooper, seconded by David Henwood, the minutes of the Board meeting held on December 20, 2011, were unanimously approved as presented.

II. Chairman's Report

Chairman Weisz asked everyone to introduce themselves since two new Board members were attending the meeting.

He also stated that Mr. Smolk of United Airlines had offered to discuss self-insurance topics with the Board.

Chairman Weisz further reported that he doesn't foresee any budget problems for the next fiscal year; that one third of the arbitrators and one half of the commissioners are new; that the Commission's new chief financial officer was Mary Wells; and that the external audit had been completed with the IT Department's exceptions reduced.

III. Manager's Report

A. Security Fund Forecast

Maria Sarli-Dehlin presented to the Board the security fund forecast as of 12/31/2011.

B. Fund Balances

Maria Sarli-Dehlin presented reports for the Security and Administration Funds that included current and past budgets, expenditures, revenue and fund balances.

Upon motion by Alex Alexandrou, seconded by David Henwood, the reports were unanimously approved as presented.

C. New Trending Factor

Maria Sarli-Dehlin presented a report prepared by Milliman, a Fellow of the Casualty Actuarial Society, regarding the development of trend factors to be used in determining security requirements for the 2012 and 2013 applications.

Discussion ensued regarding the two factors provided. After discussion, upon motion by Alex Alexandrou, seconded by Gerald Cooper, the new trending factor of -2.70% was approved to be used for years 2012-2013.

IV. New Business:

Maria Sarli-Dehlin provided an updated listed of Board members. Chairman Weisz distributed a confidentiality/non-disclosure agreement for review and discussion at a future meeting.

#### A. OMA Training

Maria Sarli-Dehlin distributed a notice requiring Board members complete online training provided by the Attorney General's Public Access Counselor.

#### B. Employee Leasing Co.

Maria Sarli-Dehlin presented a memo discussing the new provision in the reform legislation (HB1698) requiring employee leasing companies provide the names of clients that are named under their WC insurance and copies of the certificates of insurance naming such clients to the Commission.

Discussion ensued regarding the new legislation and the self-insured employee leasing companies. After discussion, upon motion by Alex Alexandrou, seconded by David Taylor, the Board voted unanimously to request the list of clients along with each client's number of employees, wages, paid losses and outstanding claim reserves. In addition, staff will check with the IL Department of Labor for any labor violations and subject to attorney review, staff will request the section of the client agreement stating who bears responsibility of the workers' compensation claims.

Thereafter, the Chairman moved to go into closed session to discuss the litigation report pursuant to 2(c)11 of the Open Meetings Act. Upon motion by Gerald Cooper, seconded by David Henwood, the Board voted unanimously to adjourn the public portion of the meeting, after which the Board convened in closed session.

After closed session, the Board reconvened in open session. There being no further business, upon motion by David Henwood, seconded by David Taylor, and unanimously carried, the meeting adjourned at 12:45 pm.

The next meeting of the ISIAB is scheduled for June 20, 2012 at 10:30 am in the Springfield office.